

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 157 - HB 132

March 14, 2018

SUMMARY OF BILL: Clarifies that the power of the Tennessee Local Development Authority (TLDA) to purchase bonds or notes under the Tennessee Local Development Authority Act (TLDA) is supplemental to other laws conferring that power. Clarifies that contracts for professional services by professional persons, rather than services by professional persons, are required to be based on recognized competence and integrity. Authorizes superintendents of correctional institutions to keep records of supplies electronically. Clarifies that notes and bonds and all associated income, fees, and revenues pledged to pay or secure the payment of notes and bonds issued by the Tennessee State Board Bond Authority prior to January 1, 2012, will be subject to gift taxes.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Clarifying the TLDA's authority to purchase bonds or notes under the TLDA in addition and supplemental to other laws conferring that power will have no fiscal impact on state or local government.
- Clarifying that state contracts for professional services will be executed by professional persons or groups will have no impact on state government.
- Pursuant to the provisions of Tenn. Code Ann. § 41-2-110(a)(1), county correctional institution workhouse superintendents are required to keep an account of all supplies, implements and tools purchased for the workhouse in a well-bound book.
- Any fiscal impact resulting from authorizing county workhouses to alternately keep such accounts in an electronic record format is estimated to be not significant.
- Public Chapter 1085 of 2012 repealed the Tennessee gift tax effective January 1, 2012.
- Clarifying the effective date of the tax repeal will have no impact on tax revenue collections.

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CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in dark ink that reads "Krista M. Lee". The signature is written in a cursive, flowing style.

Krista M. Lee, Executive Director

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